

HARVARD Project
F, 6

DISPATCH		CLASSIFICATION SECRET	DISPATCH SYMBOL AND NO. DISC-1027
TO INFO	Chief, ER ATTN: <input type="checkbox"/>		HEADQUARTERS FILE NO. 320-6-25/1 320-6-29/1
FROM Chief of Station, Germany		DATE 1 April 1959	
SUBJECT CABEZON/HARVARD Information for Renewal of Projects		RE: "43-3" — (CHECK "X" ONE) <input type="checkbox"/> MARKED FOR INDEXING <input checked="" type="checkbox"/> NO INDEXING REQUIRED	
ACTION REQUIRED For your information		INDEXING CAN BE JUDGED BY QUALIFIED HQ. DESK ONLY	
REFERENCE DISC-562, dated 13 March 1959			

1. In accordance with the requests in reference, we are submitting our estimates of funds required to support the two projects during FY 1960. The breakdown of the funds required exactly matches our FY 1960 budget request which was prepared in January of this year.

2. The funds requested for Project CABEZON are as follows:

a. Contract Personnel	\$ 35,000.00
b. Travel Expense	7,500.00
c. Transportation of Things	1,000.00
d. Communications	1,500.00
e. Rents and Utilities	40,000.00
f. Other Contractual Services	5,000.00
g. Compensation to Defectors	20,000.00
h. Indigenous Housekeeping Personnel	1,000.00
i. Operational Entertainment	20,000.00
j. Supplies and Materials	4,000.00
k. Equipment	
TOTAL	

3. The funds requested for Project HARVARD are as follows:

a. Travel	\$ 10,000.00
b. Resettlement Payments	1,000.00
c. Operational Entertainment	4,000.00
d. Transportation of Things	5,000.00
e. Other Contractual Services	200.00
f. Communications	1,000.00
g. Supplies and Materials	
TOTAL	

4. As you probably know, during FY 1959 we have been following the practice of charging all housekeeping costs including rent and utilities to Project CABEZON. As a practical matter it makes little difference in the field whether we charge our expenses to one project or the other, since we are given one overall allotment and have the privilege of obligating this total between CABEZON and HARVARD as we see fit. The above amounts requested for CABEZON and HARVARD also take into consideration the funding of our SES activities. Ordinarily defectors receive only very modest cash compensation for cooperating with us. On the other hand a SES source is usually paid a considerable sum which includes both consultation fees and subsistence allowances. Unfortunately, we have no way of determining in advance how many SES sources we will have during FY 1960. We would estimate however that three-fourths of the amount requested for CABEZON under "Compensation to Defectors" would go to SES sources, plus half of the amount requested under "Operational Entertainment". The other costs for supporting a SES source, such as housing, utilities, special equipment, etc. would be about the same for a SES source as for a "normal defector case".

Distribution:
3 - ER

DECLASSIFIED AND RELEASED BY
CENTRAL INTELLIGENCE AGENCY
SOURCE/METHOD/EXEMPTION 3B2B
NAZI WAR CRIMES DISCLOSURE ACT
DATE 2007

FORM 10-57 53 (40)	USE PREVIOUS EDITION. REPLACES FORMS 51-28, 51-28A AND 51-29 WHICH ARE OBSOLETE.	CLASSIFICATION SECRET	<input type="checkbox"/> CONTINUED	PAGE NO.
--------------------------	---	---------------------------------	------------------------------------	----------